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SENT TO — ICATO CIRC I 78

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(VIA POUCH)08336
DC/1

L.C.

SUBJECT — Questionnaire directed by Senator Ellender
to USOMs, entitled "Summary of Operations of ICA"
REFERENCE — ICATO CIRC I - 59

The Office of Senator Ellender (D-La) has supplied ICA/W with a copy of a questionnaire which the Senator has sent directly to the addressee USOMs and requested its completion prior to his impending visit. Analysis of this questionnaire reveals that much of the data requested is either not available in precise figures in the USOMs or indeed, to some extent, not available in the Agency. This latter situation is particularly the case with respect to certain FY '57 data which will not finally be available until approval of the FY '57 operational programs. In addition, the request for information in some instances is so comprehensive as to require the application of staff time which might endanger the ability of some USOMs to perform their primary responsibility of implementing the Mutual Security Program in their respective countries.

Judgment will be required to achieve a balance which will endeavor as far as possible to serve requirements of Senator Ellender, and will not interfere with the conduct of the primary USOM responsibilities. The following guidance is supplied:

AUTHORIZING OFFICER

Gailford Jameson, DD/C

DRAFTED BY

John E. Murphy

OFFICE

DD/E

PHONE NO.

2882

DATE

8/13/56

ICA AND OTHER CLEARANCES

Howell, CONT, by phone 8/11

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Black, DD/P in draft

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Gordon, O/FE in draft

Hoyer, O/FE

Singer, O/NEA

Dr. Fitzgerald, App/O

USAID review completed

Approved For Release 2004/01/12 : CIA-RDP58-00597A000200100019-1

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GENERAL

1. Any information which is taken from other than the official ICA/W accounting records of the USOM must be marked "estimated".
2. The word "counterpart" whenever used should be construed in the broad sense of any local currency deposits arising out of expenditures of MS funds whether such deposits are in fact counterpart, i.e., deposited in the special account in the name of the recipient country, or "sales proceeds" deposited in U. S. accounts. Indication should be made as to which type of funds are reported.

SPECIFIC (keyed to questionnaire)

(A) Total Expenditures:

U. S. Funds (counterpart funds generated): Insert on this line for the FYs shown the amount of counterpart billings (Run 13). USOMs should show a FY '57 estimated amount only if, in its judgment, counterpart billings during that year will arise exclusively from expenditures of prior year funds or if adjustments in the FY '57 illustrative program will not effect billings during FY '57.

U. S. Funds (no counterpart funds generated): Insert on this line for FYs shown the amount of obligations which would not generate counterpart.

Counterpart funds (in equivalent U.S. dollars): Since the first line was constructed to mean counterpart billings (or deposits) this line has been construed to mean counterpart approved for actual withdrawal (whether or not actually withdrawn.)

Local government contributions (in equivalent U. S. dollars): Insert the amount of local government contributions in cash and in kind and the total for each fiscal year, exclusive of U. S. owned local currency generated by U. S. dollar

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aid and indicating clearly the amount and type of other counterpart included in total contribution figure.

(B) Balances as of June 30, 1956:

U. S. Funds: For project type assistance insert the actual unobligated and unexpended balances from mission financial records as of June 30, 1956.

For non-project assistance insert the amount shown on the Country Functional Report prepared by ICA/W for June 30, 1956 if it has been received prior to the Senator's arrival. If not, insert equivalent amounts taken from the May 31, 1956 Country Functional Report.

Counterpart Funds (in equivalent U. S. dollars): Under the caption "unobligated" insert the dollar equivalent of counterpart deposits as of June 30, 1956 which have not been approved for withdrawal. Under the caption "unexpended" insert the dollar equivalent of counterpart funds on deposit June 30, 1956.

(C) New Allocations (Tentative) from FY 1957:

U. S. Funds: If FY'57 operational programs have been approved by the Director, ICA, insert the amounts of such allocations which are unobligated and unexpended as of the date of completion of the questionnaire. Separate figures should be shown for project and non-project assistance and on the non-project side, information supplied should be taken from the most recent Country Functional Report received from ICA/W. If FY '57 operational programs not approved, leave blank.

Counterpart Funds (in equivalent U. S. dollars): Information should be of the same type supplied in answer to the similarly captioned line under (B) except that the data should be as of the close of the most recent month.

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(H) Total amounts available for obligation and expenditure in FY 1957:

It is noted that the questionnaire appears to call for information on this item in both the FY '56 and the FY '57 columns. Since the item is directed at availability for obligation and expenditure during FY '57, it is suggested that the caption "Available for Obligation" be inserted over the first set of figures shown and the caption "Available for Expenditure" be inserted over the second set of figures.

U. S. Funds: Show as "Available for Obligation" the FY '57 approved operational program or, if such approval has not been given, show the illustrative program presented to the Congress and clearly label it as such. Show as "Available for Expenditure" the sum total of the figure called for immediately above plus the unexpended balance previously shown under item (B) for U. S. funds.

Counterpart Funds (in equivalent U. S. dollars): Under the head "Available for Obligation" show the amount of counterpart deposits as of June 30, 1956 reported as unobligated under item (B) plus the estimated deposits during FY '57 shown under item (A). Under the caption "Available for Expenditure" show the amount of unexpended counterpart reported under item (B) plus the estimated deposits for FY '57 shown under item (A).

(Page 2 of questionnaire)

1. It is suggested that copies of approved PPAs for FY '55 and FY '56 would substantially respond to sub-items (a) through (f). Item (g) could be indicated on each such PPA. The scope of this inquiry is such as it may not be possible for USOMs to comply with it fully. It is suggested, therefore, that USOMs report at least all projects which are operational as of the date of the report, and

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then work back through other years as far as time will permit.

2. It is believed this item was intended to mean "proposed country program" rather than "proposed country budget" as indicated.
3. In the case of USOMs for which FY '57 operational programs will not have been approved at the time of completion of the questionnaire, this information would already have been supplied under item 2 above.
4. Report actual on-board strength in the categories indicated as of the end of the previous month.

(Page 3 of questionnaire)

FOREIGN MILITARY AID PROGRAM:

- (A) (2): For fiscal years prior to FY '56 when DFS and/or common use programs were the responsibility of ICA, USOM Directors will cooperate with MAAG Chiefs to the fullest extent.

Reports: As outlined in ICATO CIRC A-37, Missions should send ICA/W at least one copy of material supplied Congressmen when reporting Congressional trips.

Cable Room send to following Missions ICATO CIRC X

HOLLISTER

CABLE

Kabul

New Delhi

Djakarta

VIA AIR POUCH

Beirut
Ankara
Tel Aviv
Amman
Manila
Tokyo
Taipei

Saigon
Vientiane
Bangkok
Phnom Penh
Karachi

Note: Pouched by DC/T

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